
COL A93
SCH VIIIB-2
REDUCTIONS
POS AMOUNT

	CODES
REVENUE, DEPARTMENT OF	73000000
PGM: ADMIN SERVICES PGM	73010000
<u>EXECUTIVE DIR/SUPPORT SVCS</u>	73010100
GOV OPERATIONS/SUPPORT	16
<u>EXEC LEADERSHIP/SUPPRT SVC</u>	<u>1602.00.00.00</u>
STATE FUNDING REDUCTIONS	3300000
EXECUTIVE DIRECTION AND SUPPORT	
SERVICES REDUCTION IN EXPENSE	3302100
EXPENSES	040000
GENERAL REVENUE FUND -STATE 100,000-	1000 1
=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO

Priority # 02

This issue proposes a \$100,000 reduction in General Revenue Expense funding.

This reduction is based on cost management and reduction strategies across all Executive Offices in the Department of Revenue. Its impact on the operations will be minimal.

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
REVENUE, DEPARTMENT OF		73000000
PGM: PROPERTY TAX OVSIGHT		73200000
COMPLIANCE DETERMINATION		73200500
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
STATE FUNDING REDUCTIONS		3300000
OFFICE SPACE CONSOLIDATION SAVINGS		
- PROPERTY TAX OVERSIGHT		3302010
EXPENSES		040000
GENERAL REVENUE FUND	-STATE 42,391-	1000 1
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority #01

IT COMPONENT? NO

This issue reduces General Revenue Expense previously used for office space lease costs by \$42,391.

The Property Tax Oversight Program (PTO) is reducing office space in the Ft. Myers and Coral Springs satellite offices, based on space utilization strategies that focus on increased employee telecommuting and more cost effective leasing practices. The reduction consists of 170 square feet in Fort Myers and 1339 square feet in Coral Springs.

The revised footprint for both locations will include offices for the service center manager and clerical staff, a storage room, a conference area and one office for every three full-time equivalent (FTE) professional positions. Professional FTEs will share offices on a rotating schedule, utilizing the hoteling concept.

COL A93 SCH VIIIB-2 REDUCTIONS			CODES
POS	AMOUNT		
REVENUE, DEPARTMENT OF			73000000
PGM: CHILD SUPPORT ENF PGM			73300000
CASE PROCESSING			73300600
HEALTH AND HUMAN SERVICES			13
SERVICES/MOST VULNERABLE			<u>1304.00.00.00</u>
STATE FUNDING REDUCTIONS			3300000
CHILD SUPPORT ENFORCEMENT EXPENSE			
REDUCTION			3302070
EXPENSES			040000
GENERAL REVENUE FUND -MATCH	144,539-		1000 2
FEDERAL GRANTS TRUST FUND -FEDERL	280,575-		2261 3
TOTAL APPRO.....	425,114-		

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority #02

This issue proposes a \$1,049,147 (\$356,710 General Revenue) reduction in the Child Support Enforcement Program (CSE) Expense appropriations.

CSE has identified over \$1 million of recurring Expense appropriations that will not be needed to cover mandatory Program costs during Fiscal Year 2013-2014. These funds represent an accumulation of savings achieved by CSE through a variety of initiatives including renegotiating postal equipment leases, implementing strategic leasing practices to reduce leased space costs, reducing regional mailing volumes, implementing electronic submission of non-assistance applications, reducing mailing costs by eliminating second and third enforcement notices, and reducing office operations costs per FTE.

This proposal will have little to no impact on the provision of services.

ELIMINATE CHILD SUPPORT ENFORCEMENT			
1-800-KIDS LINE			3302080
EXPENSES			040000
GENERAL REVENUE FUND -MATCH	340,000-		1000 2
FEDERAL GRANTS TRUST FUND -FEDERL	660,000-		2261 3
TOTAL APPRO.....	1,000,000-		

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

REVENUE, DEPARTMENT OF		73000000
PGM: CHILD SUPPORT ENF PGM		73300000
CASE PROCESSING		73300600
HEALTH AND HUMAN SERVICES		13
SERVICES/MOST VULNERABLE		<u>1304.00.00.00</u>
STATE FUNDING REDUCTIONS		3300000
ELIMINATE CHILD SUPPORT ENFORCEMENT		
1-800-KIDS LINE		3302080

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority #05

This issue proposes eliminating the Child Support Enforcement Program's (CSE) toll free 1-800 KIDS telephone line and replacing it with a local number managed by the Program's Customer Contact Center (CCC). This would result in a savings of \$1,000,000 (\$340,000 General Revenue), enabling CSE to reduce its Expense funding accordingly.

The 1-800 KIDS telephone line provides agent assisted case specific information and automated educational messages to customers. The line is available 5-days a week from 7:30 AM until 6:00 PM EST. The KIDS line averages over 5.4 million minutes of phone air time per month. Approximately 14.2 million phone calls are made to the 1-800 KIDS line annually. Costs for the line average over \$100,000 monthly.

Replacement of the 1-800 KIDS line with a local phone number would eliminate toll free calling to the CCC. Customers outside the local calling area would be responsible for long distance charges when contacting the CCC.

Activating a local number will require the installation of additional high capacity fiber optic telephone lines known as T1 lines to accommodate the anticipated volume of incoming calls. It is estimated that 25 T1 lines will be needed at a total monthly recurring cost of \$15,000. As a result, this proposal will generate a net savings of approximately \$85,000 monthly, based on an average \$100,000 monthly savings for the 1-800 KIDS line less \$15,000 in monthly T-1 line costs. Recognizing the inherent variability in cost projections, the Department has proposed a reduction that is slightly less than the \$1,020,000 projected annualized savings.

While there will be non-recurring costs associated with replacing the 1-800 KIDS phone line information on forms and notices generated by the Child Support Enforcement Automated Management System (CAMS), it is anticipated that all changes can be accomplished through configuration of the CAMS software at minimal cost and within existing resources.

Since customers outside the local calling area would have to absorb the cost of long distance charges when contacting the CCC, individuals with limited cellular call plans or land lines could be significantly impacted. Some customers might be unable to afford the additional cost, resulting in calls not being made. Participation from customers is important in successful case processing. Calls result in valuable information being provided that allows the Department to proceed on cases and not receiving this information would adversely affect collections. There would be little impact to customers who have cellular telephones with unlimited minutes. Customers also have the option of using e-services to contact the CCC.

COL A93			
SCH VIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES
REVENUE, DEPARTMENT OF			73000000
PGM: CHILD SUPPORT ENF PGM			73300000
CASE PROCESSING			73300600
HEALTH AND HUMAN SERVICES			13
SERVICES/MOST VULNERABLE			<u>1304.00.00.00</u>
STATE FUNDING REDUCTIONS			3300000
REQUIRE CUSTODIAL PARENT TO PAY			
MANDATORY ANNUAL FEE THROUGH			
RECOUPMENT FROM CHILD SUPPORT			
COLLECTED			3302090
SPECIAL CATEGORIES			100000
CSE ANNUAL FEE			101137
GENERAL REVENUE FUND	-STATE	1,500,000-	1000 1
		=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority #11

IT COMPONENT? NO

This issue proposes shifting the cost of the \$25 mandatory annual fee imposed on certain child support cases from the State to custodial parents. If this proposal is implemented, \$1,500,000 in General Revenue would no longer be needed to pay the fee and could be eliminated from the Child Support Enforcement Program (CSE) budget on a recurring basis beginning in Fiscal Year 2013-2014. \$1,500,000 in non-recurring funding would need to be provided in Fiscal Year 2013-2014 to pay the Federal Fiscal Year (FFY) 2012-2013 estimated liability of \$2,935,368 in September 2013.

42 US Code section 654(6)(B) imposes a mandatory annual fee of \$25 on each case in which an individual who has never received temporary cash assistance receives at least \$500 of support during the year. Florida Statute 409.2567(1) implements this requirement and requires the Department to pay the annual fee. The State could opt to shift responsibility for payment of the mandatory \$25 annual fee to custodial parents by recouping it from subsequent collections beginning October 1, 2013.

The Code mandates an annual fee of \$25 for every non-assistance individual (a person who has never received Title IV-A Temporary Assistance for Needy Families assistance) that receives distributions of at least \$500 during a federal fiscal year. The fee is payable for each child support case associated with the individual that satisfies this requirement. States have the option of charging the fee to the custodial or non-custodial parent, recouping the fee from collections paid to the custodial parent, or paying the federal share of the fee from state funds. The State of Florida has elected to pay the federal share of the fee from state funds. If responsibility for payment of the fee was shifted to the custodial parent through recoupment from subsequent payments, the State would still be responsible for payment of the federal share for food stamp only and international cases and cases that received at least \$500 but less than \$525 in support payments.

The estimated number of cases in FFY 2013-2014 that will be subject to the fee is 204,171. The State's liability for the federal share of the collection is estimated to be \$3,368,822 under current law. The Department was originally appropriated \$1,980,000 in recurring General Revenue to pay this liability.

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
REVENUE, DEPARTMENT OF		73000000
PGM: CHILD SUPPORT ENF PGM		73300000
CASE PROCESSING		73300600
HEALTH AND HUMAN SERVICES		13
SERVICES/MOST VULNERABLE		<u>1304.00.00.00</u>
STATE FUNDING REDUCTIONS		3300000
REQUIRE CUSTODIAL PARENT TO PAY		
MANDATORY ANNUAL FEE THROUGH		
RECOUPMENT FROM CHILD SUPPORT		
COLLECTED		3302090

If the State opts to shift responsibility for payment of the mandatory \$25 annual fee to custodial parents by recouping it from collections beginning October 1, 2013, child support payments to affected families would be reduced by \$25 per case. Such a change could create a hardship for some families.

To implement this proposal effective October 1, 2013, \$1,500,000 of the recurring \$1,980,000 appropriation for the CSE Annual fee could be made non-recurring beginning with SFY 2013-14, leaving \$480,000 in recurring budget to meet the State's future liabilities that cannot be recouped from payments. To pay the State's FFY 2012-13 liability in September 2013, the Department would use a combination of non-recurring and recurring funds along with funds appropriated in excess of need for the FFY 2011-12 liability.

For FFY 2013-14 and beyond, the State would still be required to pay the federal share of the fee for all eligible food stamp only and international cases, as the state is prohibited from charging the fee on those cases. Additionally, the State would be required to pay the federal share of the fee for cases meeting the \$500 threshold that have no or insufficient subsequent payments from which to recoup the fee.

For FFY 2013-14, 204,171 cases are estimated to be subject to the fee. The total estimated fees from those cases are \$5,104,275, of which the estimated federal share is \$3,368,822. The estimated collectable (recoupable) amount of the total fees is \$3,052,415 which would be used to pay the federal share of the fee, leaving a shortfall of \$316,407 to be paid. The recurring balance of \$480,000 would be used to fund the shortfall and any remaining balance would be reverted. Due to the number of variables impacting this estimate, the Department proposes to reduce the recurring appropriation by only \$1,500,000 leaving a balance of \$480,000 to fund any variance that might be encountered.

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
REVENUE, DEPARTMENT OF		73000000
PGM: CHILD SUPPORT ENF PGM		73300000
CASE PROCESSING		73300600
HEALTH AND HUMAN SERVICES		13
SERVICES/MOST VULNERABLE		<u>1304.00.00.00</u>
FUND SHIFT		3400000
REINSTATEMENT OF THE TWENTY FIVE DOLLAR APPLICATION FEE FOR CHILD SUPPORT ENFORCEMENT SERVICES - ADD		3400140
SPECIAL CATEGORIES		100000
PUR/SVCS-CHILD SUPP ENF		102877
CSE APP FEE & PROG REV TF -MATCH	52,274	2104 2
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority #10

IT COMPONENT? NO

This issue proposes reinstatement of the \$25 application fee, effective October 1, 2013, for individuals who apply for Child Support Enforcement services and do not receive public assistance. It is projected this would generate an estimated \$210,647 in additional state trust revenue in Fiscal Year 2013-2014 which could be used in lieu of General Revenue. The estimated revenue would be eligible for 2 to 1 federal matching funds and could fund a total of \$619,550 of the CSE Program's administrative costs in Fiscal Year 2013-2014.

Federal law requires a one-time application fee of up to \$25 for applicants for Title IV-D child support services who do not receive public assistance. The 2005 Legislature reduced the fee to \$1 and waived it for applicants. Based on the proposed change, applicants who do not receive public assistance would be required to pay the \$25 fee in order to receive child support services effective October 1, 2013. For the nine month period of October 1, 2013 to June 30, 2014, approximately 24,782 applications for services could potentially be impacted, which would result in families paying an estimated \$619,550 in application fees. This change is estimated to increase revenue to the Child Support Enforcement Application and Program Revenue Trust Fund by an estimated \$210,647 (34% of the fees). When matched with federal funds, the change could fund potentially \$619,550 of the CSE Program administrative costs. There would be a modest increase in workload associated with processing an estimated 24,782 payments.

In FY 2014-2015 and future years, approximately 33,043 applications for services could potentially be impacted, which would result in families paying an estimated \$826,075 in application fees. This change is estimated to increase revenue to the Child Support Enforcement Application and Program Revenue Trust Fund by an estimated \$280,866 (34% of the fees). This would enable CSE to shift an additional estimated \$70,219 in General Revenue to the trust fund which when matched with federal funds would fund an additional budget amount of \$206,526.

Payment of the fee could result in a potential financial hardship for some families.

COL A93 SCH VIIIB-2 REDUCTIONS			CODES
POS	AMOUNT		
REVENUE, DEPARTMENT OF			73000000
PGM: CHILD SUPPORT ENF PGM			73300000
CASE PROCESSING			73300600
HEALTH AND HUMAN SERVICES			13
SERVICES/MOST VULNERABLE			1304.00.00.00
FUND SHIFT			3400000
REINSTATEMENT OF THE TWENTY FIVE DOLLAR APPLICATION FEE FOR CHILD SUPPORT ENFORCEMENT SERVICES - DEDUCT			3400150
SPECIAL CATEGORIES			100000
PUR/SVCS-CHILD SUPP ENF			102877
GENERAL REVENUE FUND	-MATCH	52,274-	1000 2
		=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority #10

IT COMPONENT? NO

This issue proposes reinstatement of the \$25 application fee, effective October 1, 2013, for individuals who apply for Child Support Enforcement services and do not receive public assistance. It is projected this would generate an estimated \$210,647 in additional state trust revenue in Fiscal Year 2013-2014 which could be used in lieu of General Revenue. The estimated revenue would be eligible for 2 to 1 federal matching funds and could fund a total of \$619,550 of the CSE Program's administrative costs in Fiscal Year 2013-2014.

Federal law requires a one-time application fee of up to \$25 for applicants for Title IV-D child support services who do not receive public assistance. The 2005 Legislature reduced the fee to \$1 and waived it for applicants. Based on the proposed change, applicants who do not receive public assistance would be required to pay the \$25 fee in order to receive child support services effective October 1, 2013. For the nine month period of October 1, 2013 to June 30, 2014, approximately 24,782 applications for services could potentially be impacted, which would result in families paying an estimated \$619,550 in application fees. This change is estimated to increase revenue to the Child Support Enforcement Application and Program Revenue Trust Fund by an estimated \$210,647 (34% of the fees). When matched with federal funds, the change could fund potentially \$619,550 of the CSE Program administrative costs. There would be a modest increase in workload associated with processing an estimated 24,782 payments.

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COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
REVENUE, DEPARTMENT OF		73000000
PGM: CHILD SUPPORT ENF PGM		73300000
CASE PROCESSING		73300600
HEALTH AND HUMAN SERVICES		13
SERVICES/MOST VULNERABLE		<u>1304.00.00.00</u>
FUND SHIFT		3400000
FUND SHIFT FROM GENERAL REVENUE TO		
INCENTIVE TRUST FUND - ADD		3400640
SPECIAL CATEGORIES		100000
PUR/SVCS-CHILD SUPP ENF		102877
CHILD SUPPORT INCENTIVE TF-FEDERL	942,148	2075 3

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority #12

IT COMPONENT? NO

This issue proposes actions that will enable the Department to utilize federal performance incentive dollars. As a result of its operational performance with respect to federal incentive measures, the Child Support Enforcement Program (CSE) estimates it will earn \$2,325,143 in federal incentives above the amount currently appropriated. This proposal will enable the State to shift \$790,549 of General Revenue appropriations to the Child Support Incentive Trust Fund and fully utilize federal incentive revenues.

State child support enforcement programs earn federal performance incentives pursuant to 42USC658a. Paragraph (f) requires that the full amount of these funds be expended to carry out the Title IV-D state plan. The formula for states' incentive earnings allocates an annually fixed pool of incentives to the states based upon the volume of distributions and performance. Over the past several years, Florida's performance has been improving faster (relative to the other states as a whole) resulting in Florida earning a larger share of the incentive pool. Florida's current recurring federal incentive appropriation is \$29,207,507. Florida's projected incentive revenue for State Fiscal Year (SFY) 2013-14 is \$31,532,650, which is \$2,325,143 above the amount appropriated.

This proposal fund shifts \$790,549 in General Revenue and \$1,534,594 in Federal Grants Trust Fund budget authority to the Child Support Incentive Trust Fund, which will provide the budget authority needed to utilize \$2,325,143 in currently unappropriated federal incentive dollars.

There will be no impact on services. The ability to maintain this level of funding will depend on Florida continuing to at least maintain the level of improvement achieved by other states as a whole.

COL A93			
SCH VIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES
REVENUE, DEPARTMENT OF			73000000
PGM: CHILD SUPPORT ENF PGM			73300000
CASE PROCESSING			73300600
HEALTH AND HUMAN SERVICES			13
SERVICES/MOST VULNERABLE			<u>1304.00.00.00</u>
FUND SHIFT			3400000
FUND SHIFT FROM GENERAL REVENUE TO			
INCENTIVE TRUST FUND - DEDUCT			3400650
SPECIAL CATEGORIES			100000
PUR/SVCS-CHILD SUPP ENF			102877
GENERAL REVENUE FUND -MATCH	320,330-		1000 2
FEDERAL GRANTS TRUST FUND -FEDERL	621,818-		2261 3
TOTAL APPRO.....	942,148-		
	=====		

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority #12

IT COMPONENT? NO

This issue proposes actions that will enable the Department to utilize federal performance incentive dollars. As a result of its operational performance with respect to federal incentive measures, the Child Support Enforcement Program (CSE) estimates it will earn \$2,325,143 in federal incentives above the amount currently appropriated. This proposal will enable the State to shift \$790,549 of General Revenue appropriations to the Child Support Incentive Trust Fund and fully utilize federal incentive revenues.

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This proposal fund shifts \$790,549 in General Revenue and \$1,534,594 in Federal Grants Trust Fund budget authority to the Child Support Incentive Trust Fund, which will provide the budget authority needed to utilize \$2,325,143 in currently unappropriated federal incentive dollars.

There will be no impact on services. The ability to maintain this level of funding will depend on Florida continuing to at least maintain the level of improvement achieved by other states as a whole.

COL A93
SCH VIIIB-2
REDUCTIONS
POS AMOUNT

CODES

REVENUE, DEPARTMENT OF
PGM: CHILD SUPPORT ENF PGM
CASE PROCESSING
HEALTH AND HUMAN SERVICES
SERVICES/MOST VULNERABLE

73000000
73300000
73300600
13
1304.00.00.00

TOTAL: SERVICES/MOST VULNERABLE
BY FUND TYPE

1304.00.00.00

GENERAL REVENUE FUND 2,357,143-
TRUST FUNDS 567,971-

1000
2000

TOTAL PROG COMP..... 2,925,114-
=====

COL A93 SCH VIIIB-2 REDUCTIONS		
POS	AMOUNT	CODES
REVENUE, DEPARTMENT OF		73000000
PGM: CHILD SUPPORT ENF PGM		73300000
REMITTANCE AND DISTN		73300700
HEALTH AND HUMAN SERVICES		13
SERVICES/MOST VULNERABLE		<u>1304.00.00.00</u>
STATE FUNDING REDUCTIONS		3300000
REDUCE CHILD SUPPORT ENFORCEMENT		
CLERK OF COURT COLLECTION TRUST		
FUND		3302040
SPECIAL CATEGORIES		100000
PUR/SVCS-CHILD SUPP ENF		102877
COURT/CSE COLL SYS TF	-STATE 72,855-	2115 1

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority #13

IT COMPONENT? NO

This issue proposes a \$72,855 reduction in the Purchase of Services category in the Clerk of Court Child Support Enforcement Collection System Trust Fund.

Pursuant to s. 61.181(2)(b) F. S., this fund is used exclusively for the development, implementation, and operation of the Clerk of Court Child Support Enforcement Collection System to be operated by the depositories, including the automation of civil case information necessary for the State Case Registry. The Department of Revenue (DOR) is required to contract with the Florida Association of Court Clerks and the depositories to design, establish, operate, and maintain the automation of the depositories, including the capacity to electronically transfer information to DOR.

The state's liability with respect to these responsibilities is capped. Pursuant to s. 61.181(2)(b) F. S., the Department's obligation to fund the automation of the depositories is limited to the state share of funds available in the Clerk of the Court Child Support Enforcement Collection System Trust Fund. Current revenues in the trust fund are less than the full amount of the appropriation.

There is no impact on the provision of services, as the reduction would come from unfunded budget.

COL A93			
SCH VIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES
REVENUE, DEPARTMENT OF			73000000
PGM: CHILD SUPPORT ENF PGM			73300000
REMITTANCE AND DISTN			73300700
HEALTH AND HUMAN SERVICES			13
SERVICES/MOST VULNERABLE			<u>1304.00.00.00</u>
STATE FUNDING REDUCTIONS			3300000
CHILD SUPPORT ENFORCEMENT EXPENSE			
REDUCTION			3302070
EXPENSES			040000
GENERAL REVENUE FUND	-MATCH	13,609-	1000 2
FEDERAL GRANTS TRUST FUND	-FEDERL	26,418-	2261 3
TOTAL APPRO.....		40,027-	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority #02

This issue proposes a \$1,049,147 (\$356,710 General Revenue) reduction in the Child Support Enforcement Program (CSE) Expense appropriations.

CSE has identified over \$1 million of recurring Expense appropriations that will not be needed to cover mandatory Program costs during Fiscal Year 2013-2014. These funds represent an accumulation of savings achieved by CSE through a variety of initiatives including renegotiating postal equipment leases, implementing strategic leasing practices to reduce leased space costs, reducing regional mailing volumes, implementing electronic submission of non-assistance applications, reducing mailing costs by eliminating second and third enforcement notices, and reducing office operations costs per FTE.

This proposal will have little to no impact on the provision of services.

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
REVENUE, DEPARTMENT OF		73000000
PGM: CHILD SUPPORT ENF PGM		73300000
REMITTANCE AND DISTN		73300700
HEALTH AND HUMAN SERVICES		13
SERVICES/MOST VULNERABLE		<u>1304.00.00.00</u>
FUND SHIFT		3400000
REINSTATEMENT OF THE TWENTY FIVE		
DOLLAR APPLICATION FEE FOR CHILD		
SUPPORT ENFORCEMENT SERVICES - ADD		3400140
SPECIAL CATEGORIES		100000
PUR/SVCS-CHILD SUPP ENF		102877
CSE APP FEE & PROG REV TF -MATCH	10,158	2104 2
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority #10

IT COMPONENT? NO

This issue proposes reinstatement of the \$25 application fee, effective October 1, 2013, for individuals who apply for Child Support Enforcement services and do not receive public assistance. It is projected this would generate an estimated \$210,647 in additional state trust revenue in Fiscal Year 2013-2014 which could be used in lieu of General Revenue. The estimated revenue would be eligible for 2 to 1 federal matching funds and could fund a total of \$619,550 of the CSE Program's administrative costs in Fiscal Year 2013-2014.

Federal law requires a one-time application fee of up to \$25 for applicants for Title IV-D child support services who do not receive public assistance. The 2005 Legislature reduced the fee to \$1 and waived it for applicants. Based on the proposed change, applicants who do not receive public assistance would be required to pay the \$25 fee in order to receive child support services effective October 1, 2013. For the nine month period of October 1, 2013 to June 30, 2014, approximately 24,782 applications for services could potentially be impacted, which would result in families paying an estimated \$619,550 in application fees. This change is estimated to increase revenue to the Child Support Enforcement Application and Program Revenue Trust Fund by an estimated \$210,647 (34% of the fees). When matched with federal funds, the change could fund potentially \$619,550 of the CSE Program administrative costs. There would be a modest increase in workload associated with processing an estimated 24,782 payments.

In FY 2014-2015 and future years, approximately 33,043 applications for services could potentially be impacted, which would result in families paying an estimated \$826,075 in application fees. This change is estimated to increase revenue to the Child Support Enforcement Application and Program Revenue Trust Fund by an estimated \$280,866 (34% of the fees). This would enable CSE to shift an additional estimated \$70,219 in General Revenue to the trust fund which when matched with federal funds would fund an additional budget amount of \$206,526.

Payment of the fee could result in a potential financial hardship for some families.

COL A93 SCH VIIIB-2 REDUCTIONS			CODES
POS	AMOUNT		
REVENUE, DEPARTMENT OF			73000000
PGM: CHILD SUPPORT ENF PGM			73300000
REMITTANCE AND DISTN			73300700
HEALTH AND HUMAN SERVICES			13
SERVICES/MOST VULNERABLE			1304.00.00.00
FUND SHIFT			3400000
REINSTATEMENT OF THE TWENTY FIVE DOLLAR APPLICATION FEE FOR CHILD SUPPORT ENFORCEMENT SERVICES - DEDUCT			3400150
SPECIAL CATEGORIES			100000
PUR/SVCS-CHILD SUPP ENF			102877
GENERAL REVENUE FUND	-MATCH	10,158-	1000 2
		=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority #10

This issue proposes reinstatement of the \$25 application fee, effective October 1, 2013, for individuals who apply for Child Support Enforcement services and do not receive public assistance. It is projected this would generate an estimated \$210,647 in additional state trust revenue in Fiscal Year 2013-2014 which could be used in lieu of General Revenue. The estimated revenue would be eligible for 2 to 1 federal matching funds and could fund a total of \$619,550 of the CSE Program's administrative costs in Fiscal Year 2013-2014.

Federal law requires a one-time application fee of up to \$25 for applicants for Title IV-D child support services who do not receive public assistance. The 2005 Legislature reduced the fee to \$1 and waived it for applicants. Based on the proposed change, applicants who do not receive public assistance would be required to pay the \$25 fee in order to receive child support services effective October 1, 2013. For the nine month period of October 1, 2013 to June 30, 2014, approximately 24,782 applications for services could potentially be impacted, which would result in families paying an estimated \$619,550 in application fees. This change is estimated to increase revenue to the Child Support Enforcement Application and Program Revenue Trust Fund by an estimated \$210,647 (34% of the fees). When matched with federal funds, the change could fund potentially \$619,550 of the CSE Program administrative costs. There would be a modest increase in workload associated with processing an estimated 24,782 payments.

In FY 2014-2015 and future years, approximately 33,043 applications for services could potentially be impacted, which would result in families paying an estimated \$826,075 in application fees. This change is estimated to increase revenue to the Child Support Enforcement Application and Program Revenue Trust Fund by an estimated \$280,866 (34% of the fees). This would enable CSE to shift an additional estimated \$70,219 in General Revenue to the trust fund which when matched with federal funds would fund an additional budget amount of \$206,526.

Payment of the fee could result in a potential financial hardship for some families.

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
REVENUE, DEPARTMENT OF		73000000
PGM: CHILD SUPPORT ENF PGM		73300000
REMITTANCE AND DISTN		73300700
HEALTH AND HUMAN SERVICES		13
SERVICES/MOST VULNERABLE		<u>1304.00.00.00</u>
FUND SHIFT		3400000
FUND SHIFT FROM GENERAL REVENUE TO		
INCENTIVE TRUST FUND - ADD		3400640
SPECIAL CATEGORIES		100000
PUR/SVCS-CHILD SUPP ENF		102877
CHILD SUPPORT INCENTIVE TF-FEDERL	88,709	2075 3
=====		

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority #12

This issue proposes actions that will enable the Department to utilize federal performance incentive dollars. As a result of its operational performance with respect to federal incentive measures, the Child Support Enforcement Program (CSE) estimates it will earn \$2,325,143 in federal incentives above the amount currently appropriated. This proposal will enable the State to shift \$790,549 of General Revenue appropriations to the Child Support Incentive Trust Fund and fully utilize federal incentive revenues.

State child support enforcement programs earn federal performance incentives pursuant to 42USC658a. Paragraph (f) requires that the full amount of these funds be expended to carry out the Title IV-D state plan. The formula for states' incentive earnings allocates an annually fixed pool of incentives to the states based upon the volume of distributions and performance. Over the past several years, Florida's performance has been improving faster (relative to the other states as a whole) resulting in Florida earning a larger share of the incentive pool. Florida's current recurring federal incentive appropriation is \$29,207,507. Florida's projected incentive revenue for State Fiscal Year (SFY) 2013-14 is \$31,532,650, which is \$2,325,143 above the amount appropriated.

This proposal fund shifts \$790,549 in General Revenue and \$1,534,594 in Federal Grants Trust Fund budget authority to the Child Support Incentive Trust Fund, which will provide the budget authority needed to utilize \$2,325,143 in currently unappropriated federal incentive dollars.

There will be no impact on services. The ability to maintain this level of funding will depend on Florida continuing to at least maintain the level of improvement achieved by other states as a whole.

COL A93			
SCH VIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES
REVENUE, DEPARTMENT OF			73000000
PGM: CHILD SUPPORT ENF PGM			73300000
REMITTANCE AND DISTN			73300700
HEALTH AND HUMAN SERVICES			13
SERVICES/MOST VULNERABLE			<u>1304.00.00.00</u>
FUND SHIFT			3400000
FUND SHIFT FROM GENERAL REVENUE TO			
INCENTIVE TRUST FUND - DEDUCT			3400650
SPECIAL CATEGORIES			100000
PUR/SVCS-CHILD SUPP ENF			102877
GENERAL REVENUE FUND -MATCH	30,161-		1000 2
FEDERAL GRANTS TRUST FUND -FEDERL	58,548-		2261 3

TOTAL APPRO.....	88,709-		
	=====		

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority #12

IT COMPONENT? NO

This issue proposes actions that will enable the Department to utilize federal performance incentive dollars. As a result of its operational performance with respect to federal incentive measures, the Child Support Enforcement Program (CSE) estimates it will earn \$2,325,143 in federal incentives above the amount currently appropriated. This proposal will enable the State to shift \$790,549 of General Revenue appropriations to the Child Support Incentive Trust Fund and fully utilize federal incentive revenues.

State child support enforcement programs earn federal performance incentives pursuant to 42USC658a. Paragraph (f) requires that the full amount of these funds be expended to carry out the Title IV-D state plan. The formula for states' incentive earnings allocates an annually fixed pool of incentives to the states based upon the volume of distributions and performance. Over the past several years, Florida's performance has been improving faster (relative to the other states as a whole) resulting in Florida earning a larger share of the incentive pool. Florida's current recurring federal incentive appropriation is \$29,207,507. Florida's projected incentive revenue for State Fiscal Year (SFY) 2013-14 is \$31,532,650, which is \$2,325,143 above the amount appropriated.

This proposal fund shifts \$790,549 in General Revenue and \$1,534,594 in Federal Grants Trust Fund budget authority to the Child Support Incentive Trust Fund, which will provide the budget authority needed to utilize \$2,325,143 in currently unappropriated federal incentive dollars.

There will be no impact on services. The ability to maintain this level of funding will depend on Florida continuing to at least maintain the level of improvement achieved by other states as a whole.

COL A93
SCH VIIIB-2
REDUCTIONS
POS AMOUNT

REVENUE, DEPARTMENT OF
PGM: CHILD SUPPORT ENF PGM
REMITTANCE AND DISTN
HEALTH AND HUMAN SERVICES
SERVICES/MOST VULNERABLE

73000000
73300000
73300700
13
1304.00.00.00

TOTAL: SERVICES/MOST VULNERABLE
BY FUND TYPE

1304.00.00.00

GENERAL REVENUE FUND 53,928-
TRUST FUNDS 58,954-

1000
2000

TOTAL PROG COMP..... 112,882-
=====

COL A93			
SCH VIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES
REVENUE, DEPARTMENT OF			73000000
PGM: CHILD SUPPORT ENF PGM			73300000
ESTABLISHMENT			73300800
HEALTH AND HUMAN SERVICES			13
SERVICES/MOST VULNERABLE			1304.00.00.00
STATE FUNDING REDUCTIONS			3300000
ELIMINATE RESTRICTED DELIVERY OF			
ADMINISTRATIVE PATERNITY AND			
SUPPORT ACTIONS VIA CERTIFIED MAIL			
- CHILD SUPPORT ENFORCEMENT			3302050
EXPENSES			040000
GENERAL REVENUE FUND -MATCH	36,319-		1000 2
FEDERAL GRANTS TRUST FUND -FEDERL	70,502-		2261 3
TOTAL APPRO.....	106,821-		

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority #07

This issue proposes that current law be amended to allow Administrative Paternity and/or Support Actions to be sent by certified mail rather than restricted delivery. Savings achieved from this proposal would enable the Child Support Enforcement Program to reduce its Expense funding by \$106,821 (\$36,319 General Revenue).

Under current law, notice of administrative paternity and/or support actions must be sent by certified mail, restricted delivery (Sections 409.256(4) and 409.2563(4), F.S.) at a cost of \$5.75 for certified mail plus an additional \$4.50 for restricted delivery. According to the U.S. Postal Service, Restricted Delivery ensures that your mail is only delivered to the person you specify, or to the person authorized in writing to sign for intended recipient. In practice, signatures of individuals other than the person to whom the mail is addressed are often accepted. When this occurs, statutes require the Department to take additional action to contact the addressee to confirm that he or she received the mail in question.

During Federal Fiscal Year 2010-2011 the Department sent out 23,738 notices of administrative paternity and/or support actions. At \$4.50 per item, the added restricted delivery cost for this mailing was \$106,821. Since the Department continues to expand its use of administrative paternity and support tools to cope with a growing caseload in need of orders, under present mailing requirements, these costs will continue to increase.

To implement this proposal, sections 409.256(4) and 409.2563(4), F.S. must be amended to remove the requirement to use restricted delivery when using certified mail service. As explained, the change will save the Department \$4.50 for each certified mail request, and will generate approximately of \$106,821 in annual budget savings assuming an effective date of July 1, 2013.

COL A93			
SCH VIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES
REVENUE, DEPARTMENT OF			73000000
PGM: CHILD SUPPORT ENF PGM			73300000
ESTABLISHMENT			73300800
HEALTH AND HUMAN SERVICES			13
SERVICES/MOST VULNERABLE			<u>1304.00.00.00</u>
STATE FUNDING REDUCTIONS			3300000
CHILD SUPPORT ENFORCEMENT EXPENSE			
REDUCTION			3302070
EXPENSES			040000
GENERAL REVENUE FUND	-MATCH	102,104-	1000 2
FEDERAL GRANTS TRUST FUND	-FEDERL	198,201-	2261 3
TOTAL APPRO.....		300,305-	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority #02

IT COMPONENT? NO

This issue proposes a \$1,049,147 (\$356,710 General Revenue) reduction in the Child Support Enforcement Program (CSE) Expense appropriations.

CSE has identified over \$1 million of recurring Expense appropriations that will not be needed to cover mandatory Program costs during Fiscal Year 2013-2014. These funds represent an accumulation of savings achieved by CSE through a variety of initiatives including renegotiating postal equipment leases, implementing strategic leasing practices to reduce leased space costs, reducing regional mailing volumes, implementing electronic submission of non-assistance applications, reducing mailing costs by eliminating second and third enforcement notices, and reducing office operations costs per FTE.

This proposal will have little to no impact on the provision of services.

COL A93 SCH VIIIB-2 REDUCTIONS		
POS	AMOUNT	CODES
REVENUE, DEPARTMENT OF		73000000
PGM: CHILD SUPPORT ENF PGM		73300000
ESTABLISHMENT		73300800
HEALTH AND HUMAN SERVICES		13
SERVICES/MOST VULNERABLE		<u>1304.00.00.00</u>
FUND SHIFT		3400000
REINSTATEMENT OF THE TWENTY FIVE		
DOLLAR APPLICATION FEE FOR CHILD		
SUPPORT ENFORCEMENT SERVICES - ADD		3400140
SPECIAL CATEGORIES		100000
PUR/SVCS-CHILD SUPP ENF		102877
CSE APP FEE & PROG REV TF -MATCH	76,214	2104 2
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority #10

IT COMPONENT? NO

This issue proposes reinstatement of the \$25 application fee, effective October 1, 2013, for individuals who apply for Child Support Enforcement services and do not receive public assistance. It is projected this would generate an estimated \$210,647 in additional state trust revenue in Fiscal Year 2013-2014 which could be used in lieu of General Revenue. The estimated revenue would be eligible for 2 to 1 federal matching funds and could fund a total of \$619,550 of the CSE Program's administrative costs in Fiscal Year 2013-2014.

Federal law requires a one-time application fee of up to \$25 for applicants for Title IV-D child support services who do not receive public assistance. The 2005 Legislature reduced the fee to \$1 and waived it for applicants. Based on the proposed change, applicants who do not receive public assistance would be required to pay the \$25 fee in order to receive child support services effective October 1, 2013. For the nine month period of October 1, 2013 to June 30, 2014, approximately 24,782 applications for services could potentially be impacted, which would result in families paying an estimated \$619,550 in application fees. This change is estimated to increase revenue to the Child Support Enforcement Application and Program Revenue Trust Fund by an estimated \$210,647 (34% of the fees). When matched with federal funds, the change could fund potentially \$619,550 of the CSE Program administrative costs. There would be a modest increase in workload associated with processing an estimated 24,782 payments.

In FY 2014-2015 and future years, approximately 33,043 applications for services could potentially be impacted, which would result in families paying an estimated \$826,075 in application fees. This change is estimated to increase revenue to the Child Support Enforcement Application and Program Revenue Trust Fund by an estimated \$280,866 (34% of the fees). This would enable CSE to shift an additional estimated \$70,219 in General Revenue to the trust fund which when matched with federal funds would fund an additional budget amount of \$206,526.

Payment of the fee could result in a potential financial hardship for some families.

COL A93 SCH VIIIB-2 REDUCTIONS			CODES
POS	AMOUNT		
REVENUE, DEPARTMENT OF			73000000
PGM: CHILD SUPPORT ENF PGM			73300000
ESTABLISHMENT			73300800
HEALTH AND HUMAN SERVICES			13
SERVICES/MOST VULNERABLE			1304.00.00.00
FUND SHIFT			3400000
REINSTATEMENT OF THE TWENTY FIVE DOLLAR APPLICATION FEE FOR CHILD SUPPORT ENFORCEMENT SERVICES - DEDUCT			3400150
SPECIAL CATEGORIES			100000
PUR/SVCS-CHILD SUPP ENF			102877
GENERAL REVENUE FUND	-MATCH	76,214-	1000 2
		=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority #10

IT COMPONENT? NO

This issue proposes reinstatement of the \$25 application fee, effective October 1, 2013, for individuals who apply for Child Support Enforcement services and do not receive public assistance. It is projected this would generate an estimated \$210,647 in additional state trust revenue in Fiscal Year 2013-2014 which could be used in lieu of General Revenue. The estimated revenue would be eligible for 2 to 1 federal matching funds and could fund a total of \$619,550 of the CSE Program's administrative costs in Fiscal Year 2013-2014.

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In FY 2014-2015 and future years, approximately 33,043 applications for services could potentially be impacted, which would result in families paying an estimated \$826,075 in application fees. This change is estimated to increase revenue to the Child Support Enforcement Application and Program Revenue Trust Fund by an estimated \$280,866 (34% of the fees). This would enable CSE to shift an additional estimated \$70,219 in General Revenue to the trust fund which when matched with federal funds would fund an additional budget amount of \$206,526.

Payment of the fee could result in a potential financial hardship for some families.

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
REVENUE, DEPARTMENT OF		73000000
PGM: CHILD SUPPORT ENF PGM		73300000
ESTABLISHMENT		73300800
HEALTH AND HUMAN SERVICES		13
SERVICES/MOST VULNERABLE		<u>1304.00.00.00</u>
FUND SHIFT		3400000
FUND SHIFT FROM GENERAL REVENUE TO		
INCENTIVE TRUST FUND - ADD		3400640
SPECIAL CATEGORIES		100000
PUR/SVCS-CHILD SUPP ENF		102877
CHILD SUPPORT INCENTIVE TF-FEDERL	665,542	2075 3

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority #12

IT COMPONENT? NO

This issue proposes actions that will enable the Department to utilize federal performance incentive dollars. As a result of its operational performance with respect to federal incentive measures, the Child Support Enforcement Program (CSE) estimates it will earn \$2,325,143 in federal incentives above the amount currently appropriated. This proposal will enable the State to shift \$790,549 of General Revenue appropriations to the Child Support Incentive Trust Fund and fully utilize federal incentive revenues.

State child support enforcement programs earn federal performance incentives pursuant to 42USC658a. Paragraph (f) requires that the full amount of these funds be expended to carry out the Title IV-D state plan. The formula for states' incentive earnings allocates an annually fixed pool of incentives to the states based upon the volume of distributions and performance. Over the past several years, Florida's performance has been improving faster (relative to the other states as a whole) resulting in Florida earning a larger share of the incentive pool. Florida's current recurring federal incentive appropriation is \$29,207,507. Florida's projected incentive revenue for State Fiscal Year (SFY) 2013-14 is \$31,532,650, which is \$2,325,143 above the amount appropriated.

This proposal fund shifts \$790,549 in General Revenue and \$1,534,594 in Federal Grants Trust Fund budget authority to the Child Support Incentive Trust Fund, which will provide the budget authority needed to utilize \$2,325,143 in currently unappropriated federal incentive dollars.

There will be no impact on services. The ability to maintain this level of funding will depend on Florida continuing to at least maintain the level of improvement achieved by other states as a whole.

COL A93			
SCH VIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES
REVENUE, DEPARTMENT OF			73000000
PGM: CHILD SUPPORT ENF PGM			73300000
ESTABLISHMENT			73300800
HEALTH AND HUMAN SERVICES			13
SERVICES/MOST VULNERABLE			<u>1304.00.00.00</u>
FUND SHIFT			3400000
FUND SHIFT FROM GENERAL REVENUE TO			
INCENTIVE TRUST FUND - DEDUCT			3400650
SPECIAL CATEGORIES			100000
PUR/SVCS-CHILD SUPP ENF			102877
GENERAL REVENUE FUND -MATCH	226,284-		1000 2
FEDERAL GRANTS TRUST FUND -FEDERL	439,258-		2261 3
TOTAL APPRO.....	665,542-		
	=====		

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority #12

This issue proposes actions that will enable the Department to utilize federal performance incentive dollars. As a result of its operational performance with respect to federal incentive measures, the Child Support Enforcement Program (CSE) estimates it will earn \$2,325,143 in federal incentives above the amount currently appropriated. This proposal will enable the State to shift \$790,549 of General Revenue appropriations to the Child Support Incentive Trust Fund and fully utilize federal incentive revenues.

State child support enforcement programs earn federal performance incentives pursuant to 42USC658a. Paragraph (f) requires that the full amount of these funds be expended to carry out the Title IV-D state plan. The formula for states' incentive earnings allocates an annually fixed pool of incentives to the states based upon the volume of distributions and performance. Over the past several years, Florida's performance has been improving faster (relative to the other states as a whole) resulting in Florida earning a larger share of the incentive pool. Florida's current recurring federal incentive appropriation is \$29,207,507. Florida's projected incentive revenue for State Fiscal Year (SFY) 2013-14 is \$31,532,650, which is \$2,325,143 above the amount appropriated.

This proposal fund shifts \$790,549 in General Revenue and \$1,534,594 in Federal Grants Trust Fund budget authority to the Child Support Incentive Trust Fund, which will provide the budget authority needed to utilize \$2,325,143 in currently unappropriated federal incentive dollars.

There will be no impact on services. The ability to maintain this level of funding will depend on Florida continuing to at least maintain the level of improvement achieved by other states as a whole.

COL A93
SCH VIIIB-2
REDUCTIONS
POS AMOUNT

CODES

73000000
73300000
73300800
13
1304.00.00.00

REVENUE, DEPARTMENT OF
PGM: CHILD SUPPORT ENF PGM
ESTABLISHMENT
HEALTH AND HUMAN SERVICES
SERVICES/MOST VULNERABLE

TOTAL: SERVICES/MOST VULNERABLE
BY FUND TYPE

GENERAL REVENUE FUND 440,921-
TRUST FUNDS 33,795

TOTAL PROG COMP..... 407,126-
=====

1304.00.00.00

1000
2000

COL A93			
SCH VIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES
REVENUE, DEPARTMENT OF			73000000
PGM: CHILD SUPPORT ENF PGM			73300000
COMPLIANCE			73300900
HEALTH AND HUMAN SERVICES			13
SERVICES/MOST VULNERABLE			<u>1304.00.00.00</u>
STATE FUNDING REDUCTIONS			3300000
REDUCTION IN MAIL COSTS BY ALLOWING			
CHILD SUPPORT ENFORCEMENT PROGRAM			
TO SEND NOTICES BY REGULAR MAIL			3302060
EXPENSES			040000
GENERAL REVENUE FUND -MATCH	15,542-		1000 2
FEDERAL GRANTS TRUST FUND -FEDERL	30,171-		2261 3
TOTAL APPRO.....	45,713-		
	=====		

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority #08

This issue proposes to amend current law to allow deemed income deduction notices and the continuation of support notices to be sent by regular rather than certified mail. Savings achieved from this proposal would enable the Child Support Enforcement Program to reduce its Expense funding by \$45,713 (\$15,542 General Revenue).

Currently Sections 61.1301 and 409.2574, Florida Statutes (F.S.) require continuation of support notices and deemed income deduction notices be sent by certified mail at a cost of \$5.75 per piece. In Fiscal Year 2011-2012, there were 5,793 deemed income deduction notices mailed out and 2,832 estimated annual count for continuation of support notices to be mailed out by the program for a total cost of \$49,594.

To implement this proposal, sections 61.1301 and 409.2574, F.S., must be amended to allow deemed income deduction notices and continuation of support notices to be sent by regular mail rather than certified mail. This will provide a more efficient process for notifying customers. Notices currently being printed at the Southwood location would be diverted to print at the Taxworld General Tax Administration mailroom location along with the rest of the Child Support Enforcement Automated Management System (CAMS) notices, and would be sent by regular postage rates from that location. The printing location change reprogramming could be accomplished within a week. The regular mail cost would be \$0.45 per notice, generating a savings of \$5.30 per notice. Based on the 8,625 items mailed in Fiscal Year 2011-2012, total savings of \$45,713 would be realized annually assuming an effective date of July 1, 2013.

COL A93			
SCH VIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES
REVENUE, DEPARTMENT OF			73000000
PGM: CHILD SUPPORT ENF PGM			73300000
COMPLIANCE			73300900
HEALTH AND HUMAN SERVICES			13
SERVICES/MOST VULNERABLE			<u>1304.00.00.00</u>
STATE FUNDING REDUCTIONS			3300000
CHILD SUPPORT ENFORCEMENT EXPENSE			
REDUCTION			3302070
EXPENSES			040000
GENERAL REVENUE FUND	-MATCH	96,458-	1000 2
FEDERAL GRANTS TRUST FUND	-FEDERL	187,243-	2261 3
TOTAL APPRO.....		283,701-	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority #02

This issue proposes a \$1,049,147 (\$356,710 General Revenue) reduction in the Child Support Enforcement Program (CSE) Expense appropriations.

CSE has identified over \$1 million of recurring Expense appropriations that will not be needed to cover mandatory Program costs during Fiscal Year 2013-2014. These funds represent an accumulation of savings achieved by CSE through a variety of initiatives including renegotiating postal equipment leases, implementing strategic leasing practices to reduce leased space costs, reducing regional mailing volumes, implementing electronic submission of non-assistance applications, reducing mailing costs by eliminating second and third enforcement notices, and reducing office operations costs per FTE.

This proposal will have little to no impact on the provision of services.

COL A93 SCH VIIIB-2 REDUCTIONS		
POS	AMOUNT	CODES
REVENUE, DEPARTMENT OF		73000000
PGM: CHILD SUPPORT ENF PGM		73300000
COMPLIANCE		73300900
HEALTH AND HUMAN SERVICES		13
SERVICES/MOST VULNERABLE		<u>1304.00.00.00</u>
FUND SHIFT		3400000
REINSTATEMENT OF THE TWENTY FIVE DOLLAR APPLICATION FEE FOR CHILD SUPPORT ENFORCEMENT SERVICES - ADD		3400140
SPECIAL CATEGORIES		100000
PUR/SVCS-CHILD SUPP ENF		102877
CSE APP FEE & PROG REV TF -MATCH	72,001	2104 2
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority #10

IT COMPONENT? NO

This issue proposes reinstatement of the \$25 application fee, effective October 1, 2013, for individuals who apply for Child Support Enforcement services and do not receive public assistance. It is projected this would generate an estimated \$210,647 in additional state trust revenue in Fiscal Year 2013-2014 which could be used in lieu of General Revenue. The estimated revenue would be eligible for 2 to 1 federal matching funds and could fund a total of \$619,550 of the CSE Program's administrative costs in Fiscal Year 2013-2014.

Federal law requires a one-time application fee of up to \$25 for applicants for Title IV-D child support services who do not receive public assistance. The 2005 Legislature reduced the fee to \$1 and waived it for applicants. Based on the proposed change, applicants who do not receive public assistance would be required to pay the \$25 fee in order to receive child support services effective October 1, 2013. For the nine month period of October 1, 2013 to June 30, 2014, approximately 24,782 applications for services could potentially be impacted, which would result in families paying an estimated \$619,550 in application fees. This change is estimated to increase revenue to the Child Support Enforcement Application and Program Revenue Trust Fund by an estimated \$210,647 (34% of the fees). When matched with federal funds, the change could fund potentially \$619,550 of the CSE Program administrative costs. There would be a modest increase in workload associated with processing an estimated 24,782 payments.

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Payment of the fee could result in a potential financial hardship for some families.

COL A93 SCH VIIIB-2 REDUCTIONS			CODES
POS	AMOUNT		
REVENUE, DEPARTMENT OF			73000000
PGM: CHILD SUPPORT ENF PGM			73300000
COMPLIANCE			73300900
HEALTH AND HUMAN SERVICES			13
SERVICES/MOST VULNERABLE			<u>1304.00.00.00</u>
FUND SHIFT			3400000
REINSTATEMENT OF THE TWENTY FIVE DOLLAR APPLICATION FEE FOR CHILD SUPPORT ENFORCEMENT SERVICES - DEDUCT			3400150
SPECIAL CATEGORIES			100000
PUR/SVCS-CHILD SUPP ENF			102877
GENERAL REVENUE FUND	-MATCH	72,001-	1000 2
		=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority #10

This issue proposes reinstatement of the \$25 application fee, effective October 1, 2013, for individuals who apply for Child Support Enforcement services and do not receive public assistance. It is projected this would generate an estimated \$210,647 in additional state trust revenue in Fiscal Year 2013-2014 which could be used in lieu of General Revenue. The estimated revenue would be eligible for 2 to 1 federal matching funds and could fund a total of \$619,550 of the CSE Program's administrative costs in Fiscal Year 2013-2014.

Federal law requires a one-time application fee of up to \$25 for applicants for Title IV-D child support services who do not receive public assistance. The 2005 Legislature reduced the fee to \$1 and waived it for applicants. Based on the proposed change, applicants who do not receive public assistance would be required to pay the \$25 fee in order to receive child support services effective October 1, 2013. For the nine month period of October 1, 2013 to June 30, 2014, approximately 24,782 applications for services could potentially be impacted, which would result in families paying an estimated \$619,550 in application fees. This change is estimated to increase revenue to the Child Support Enforcement Application and Program Revenue Trust Fund by an estimated \$210,647 (34% of the fees). When matched with federal funds, the change could fund potentially \$619,550 of the CSE Program administrative costs. There would be a modest increase in workload associated with processing an estimated 24,782 payments.

In FY 2014-2015 and future years, approximately 33,043 applications for services could potentially be impacted, which would result in families paying an estimated \$826,075 in application fees. This change is estimated to increase revenue to the Child Support Enforcement Application and Program Revenue Trust Fund by an estimated \$280,866 (34% of the fees). This would enable CSE to shift an additional estimated \$70,219 in General Revenue to the trust fund which when matched with federal funds would fund an additional budget amount of \$206,526.

Payment of the fee could result in a potential financial hardship for some families.

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
REVENUE, DEPARTMENT OF		73000000
PGM: CHILD SUPPORT ENF PGM		73300000
COMPLIANCE		73300900
HEALTH AND HUMAN SERVICES		13
SERVICES/MOST VULNERABLE		<u>1304.00.00.00</u>
FUND SHIFT		3400000
FUND SHIFT FROM GENERAL REVENUE TO		
INCENTIVE TRUST FUND - ADD		3400640
SPECIAL CATEGORIES		100000
PUR/SVCS-CHILD SUPP ENF		102877
CHILD SUPPORT INCENTIVE TF-FEDERL	628,744	2075 3
=====		

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority #12

This issue proposes actions that will enable the Department to utilize federal performance incentive dollars. As a result of its operational performance with respect to federal incentive measures, the Child Support Enforcement Program (CSE) estimates it will earn \$2,325,143 in federal incentives above the amount currently appropriated. This proposal will enable the State to shift \$790,549 of General Revenue appropriations to the Child Support Incentive Trust Fund and fully utilize federal incentive revenues.

State child support enforcement programs earn federal performance incentives pursuant to 42USC658a. Paragraph (f) requires that the full amount of these funds be expended to carry out the Title IV-D state plan. The formula for states' incentive earnings allocates an annually fixed pool of incentives to the states based upon the volume of distributions and performance. Over the past several years, Florida's performance has been improving faster (relative to the other states as a whole) resulting in Florida earning a larger share of the incentive pool. Florida's current recurring federal incentive appropriation is \$29,207,507. Florida's projected incentive revenue for State Fiscal Year (SFY) 2013-14 is \$31,532,650, which is \$2,325,143 above the amount appropriated.

This proposal fund shifts \$790,549 in General Revenue and \$1,534,594 in Federal Grants Trust Fund budget authority to the Child Support Incentive Trust Fund, which will provide the budget authority needed to utilize \$2,325,143 in currently unappropriated federal incentive dollars.

There will be no impact on services. The ability to maintain this level of funding will depend on Florida continuing to at least maintain the level of improvement achieved by other states as a whole.

COL A93			
SCH VIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES
REVENUE, DEPARTMENT OF			73000000
PGM: CHILD SUPPORT ENF PGM			73300000
COMPLIANCE			73300900
HEALTH AND HUMAN SERVICES			13
SERVICES/MOST VULNERABLE			<u>1304.00.00.00</u>
FUND SHIFT			3400000
FUND SHIFT FROM GENERAL REVENUE TO			
INCENTIVE TRUST FUND - DEDUCT			3400650
SPECIAL CATEGORIES			100000
PUR/SVCS-CHILD SUPP ENF			102877
GENERAL REVENUE FUND -MATCH	213,774-		1000 2
FEDERAL GRANTS TRUST FUND -FEDERL	414,970-		2261 3
TOTAL APPRO.....	628,744-		
	=====		

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority #12

This issue proposes actions that will enable the Department to utilize federal performance incentive dollars. As a result of its operational performance with respect to federal incentive measures, the Child Support Enforcement Program (CSE) estimates it will earn \$2,325,143 in federal incentives above the amount currently appropriated. This proposal will enable the State to shift \$790,549 of General Revenue appropriations to the Child Support Incentive Trust Fund and fully utilize federal incentive revenues.

State child support enforcement programs earn federal performance incentives pursuant to 42USC658a. Paragraph (f) requires that the full amount of these funds be expended to carry out the Title IV-D state plan. The formula for states' incentive earnings allocates an annually fixed pool of incentives to the states based upon the volume of distributions and performance. Over the past several years, Florida's performance has been improving faster (relative to the other states as a whole) resulting in Florida earning a larger share of the incentive pool. Florida's current recurring federal incentive appropriation is \$29,207,507. Florida's projected incentive revenue for State Fiscal Year (SFY) 2013-14 is \$31,532,650, which is \$2,325,143 above the amount appropriated.

This proposal fund shifts \$790,549 in General Revenue and \$1,534,594 in Federal Grants Trust Fund budget authority to the Child Support Incentive Trust Fund, which will provide the budget authority needed to utilize \$2,325,143 in currently unappropriated federal incentive dollars.

There will be no impact on services. The ability to maintain this level of funding will depend on Florida continuing to at least maintain the level of improvement achieved by other states as a whole.

COL A93
SCH VIIIB-2
REDUCTIONS
POS AMOUNT

CODES

REVENUE, DEPARTMENT OF
PGM: CHILD SUPPORT ENF PGM
COMPLIANCE
HEALTH AND HUMAN SERVICES
SERVICES/MOST VULNERABLE

73000000
73300000
73300900
13
1304.00.00.00

TOTAL: SERVICES/MOST VULNERABLE
BY FUND TYPE

1304.00.00.00

GENERAL REVENUE FUND 397,775-
TRUST FUNDS 68,361

1000
2000

TOTAL PROG COMP..... 329,414-
=====

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
REVENUE, DEPARTMENT OF		73000000
PGM: GENERAL TAX ADMIN PGM		73400000
TAX PROCESSING		73401000
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		1601.00.00.00
STATE FUNDING REDUCTIONS		3300000
REQUIRE CORPORATE INCOME TAX AND RE-EMPLOYMENT TAX RETURNS MUST BE SUBMITTED ELECTRONICALLY - GENERAL TAX ADMINISTRATION		3304050
SALARY RATE		000000
SALARY RATE.....	314,911-	
	=====	
SALARIES AND BENEFITS		010000
GENERAL REVENUE FUND -STATE	17.00- 548,860-	1000 1
	=====	
TOTAL: REQUIRE CORPORATE INCOME TAX AND RE-EMPLOYMENT TAX RETURNS MUST BE SUBMITTED ELECTRONICALLY - GENERAL TAX ADMINISTRATION		3304050
TOTAL POSITIONS.....	17.00-	
TOTAL ISSUE.....	548,860-	
TOTAL SALARY RATE.....	314,911-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority # 06

IT COMPONENT? NO

This issue reduces a total of \$1,000,000 in General Revenue (GR) Salaries and Benefits funding and 27 full-time equivalent (FTE) positions based on requiring electronic submission of all corporate income tax (CIT) and reemployment tax (RT) returns.

Requiring the electronic submission of CIT and RT returns would allow the General Tax Administration Program (GTA) to more fully utilize its electronic return processing capabilities, thereby, reducing the FTE requirement associated with paper processing of CIT and RT returns. The program would no longer accept alternative paper forms which require manual processing. The electronic submission of these returns should result in improved filing accuracy due to the built in edit checks of the system.

To accommodate customers with limited or no internet access, the waiver process would be used to allow such users to be exempted from the electronic submission requirement. This issue will require review of sections 213.05, 213.755, 220.21 and 443.163, Florida Statutes, and any necessary changes will be proposed.

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

CODES
 73000000
 73400000
 73401000
 16
 1601.00.00.00
 3300000

REVENUE, DEPARTMENT OF
 PGM: GENERAL TAX ADMIN PGM
 TAX PROCESSING
 GOV OPERATIONS/SUPPORT
 GOVERNMENTAL OPERATIONS
 STATE FUNDING REDUCTIONS
 REQUIRE CORPORATE INCOME TAX AND
 RE-EMPLOYMENT TAX RETURNS MUST BE
 SUBMITTED ELECTRONICALLY - GENERAL
 TAX ADMINISTRATION

3304050

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
	-----	-----	-----	-----	-----	-----	-----
A93 - SCH VIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
0003 CLERK SPECIALIST							
N9500 001	17.00-	314,911-		213,394-	528,305-	0.00	528,305-
	-----	-----	-----	-----	-----	-----	-----
TOTALS FOR ISSUE BY FUND							
1000 GENERAL REVENUE FUND							528,305-
	-----	-----	-----	-----	-----	-----	-----
	17.00-	314,911-		213,394-	528,305-		528,305-
	=====	=====	=====	=====	=====		=====
OTHER SALARY AMOUNT							
1000 GENERAL REVENUE FUND							20,555-

							548,860-
							=====

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
REVENUE, DEPARTMENT OF		73000000
PGM: GENERAL TAX ADMIN PGM		73400000
TAX PROCESSING		73401000
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
FUND SHIFT		3400000
INCREASE THE MINIMUM ADMINISTRATIVE		
COLLECTION PROCESSING FEE - ADD		3403550
SALARIES AND BENEFITS		010000
OPERATING TRUST FUND	-STATE 6,500,000	2510 1
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority # 14

This issue proposes statutory changes to increase the minimum Administrative Collection Processing (ACP) Fee that was enacted during the 2009 legislative session from 10% to 20%, effective July 1, 2013. Such changes would provide additional revenue that could be retained and appropriated in the Operating Trust Fund in lieu of direct General Revenue appropriation.

The Department was authorized by section 213.24, Florida Statutes (F.S.) to impose a 10% administrative collection processing fee on outstanding debt older than 90 days on all taxes or fees that the Department administers as provided in s. 213.05, F.S. Specifically, the fee is equal to 10% of the total amount of tax, penalty, and interest owed or \$10 for each collection event, whichever is greater. A collection event is defined in s. 213.24(3), F.S. as any time a taxpayer fails to timely file a complete return; timely pay the full amount of tax reported on a return; or timely pay the full amount due resulting from an audit after all appeal rights have expired or the result has been finally determined. Collection of this fee began September 1, 2009.

Cash receipts related to the ACP Fee for Fiscal Year 2011-2012 were \$7,303,550. \$6,200,000 in current Operating Trust Fund budget authority is supported by the fees. Cash receipts in excess of \$6,200,000 are transferred to GR.

The requested increase in the administrative collection processing fee would allow the proposed fund shift from GR and enable the General Tax Administration Program to be less reliant on direct GR appropriation. Additional analysis will be necessary to determine the long term sustainability of cash flows from the fee.

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

REVENUE, DEPARTMENT OF	73000000
PGM: GENERAL TAX ADMIN PGM	73400000
TAX PROCESSING	73401000
GOV OPERATIONS/SUPPORT	16
GOVERNMENTAL OPERATIONS	<u>1601.00.00.00</u>
FUND SHIFT	3400000
INCREASE THE MINIMUM ADMINISTRATIVE	
COLLECTION PROCESSING FEE - ADD	3403550

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS

A93 - SCH VIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
OTHER SALARY AMOUNT							
2510 OPERATING TRUST FUND							6,500,000

							6,500,000
							=====

INCREASE THE MINIMUM ADMINISTRATIVE	
COLLECTION PROCESSING FEE - DEDUCT	3403560
SALARIES AND BENEFITS	010000
GENERAL REVENUE FUND -STATE	6,500,000-
	=====
	1000 1

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority # 14

This issue proposes statutory changes to increase the minimum Administrative Collection Processing (ACP) Fee that was enacted during the 2009 legislative session from 10% to 20%, effective July 1, 2013. Such changes would provide additional revenue that could be retained and appropriated in the Operating Trust Fund in lieu of direct General Revenue appropriation.

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COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
		73000000
REVENUE, DEPARTMENT OF		73400000
PGM: GENERAL TAX ADMIN PGM		73401000
TAX PROCESSING		16
GOV OPERATIONS/SUPPORT		<u>1601.00.00.00</u>
GOVERNMENTAL OPERATIONS		3400000
FUND SHIFT		
INCREASE THE MINIMUM ADMINISTRATIVE		
COLLECTION PROCESSING FEE - DEDUCT		3403560

Collection of this fee began September 1, 2009.

Cash receipts related to the ACP Fee for Fiscal Year 2011-2012 were \$7,303,550. \$6,200,000 in current Operating Trust Fund budget authority is supported by the fees. Cash receipts in excess of \$6,200,000 are transferred to GR.

The requested increase in the administrative collection processing fee would allow the proposed fund shift from GR and enable the General Tax Administration Program to be less reliant on direct GR appropriation. Additional analysis will be necessary to determine the long term sustainability of cash flows from the fee.

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
OTHER SALARY AMOUNT							
1000 GENERAL REVENUE FUND							6,500,000-
							6,500,000-
							=====

TOTAL: GOVERNMENTAL OPERATIONS							<u>1601.00.00.00</u>
BY FUND TYPE							
GENERAL REVENUE FUND		7,048,860-					1000
TRUST FUNDS		6,500,000					2000

TOTAL POSITIONS.....	17.00-						
TOTAL PROG COMP.....		548,860-					
TOTAL SALARY RATE.....	314,911-						
=====							

COL A93
SCH VIIIB-2
REDUCTIONS
POS AMOUNT

CODES

REVENUE, DEPARTMENT OF
PGM: GENERAL TAX ADMIN PGM
TAXPAYER AID

73000000
73400000
73401100

GOV OPERATIONS/SUPPORT
GOVERNMENTAL OPERATIONS

16
1601.00.00.00

STATE FUNDING REDUCTIONS
REDUCE GENERAL TAX ADMINISTRATION
EXPENSE FUNDING FOR EQUIPMENT AND
FURNITURE
EXPENSES

3300000

3304020
040000

GENERAL REVENUE FUND -STATE 38,758-
=====

1000 1

AGENCY ISSUE NARRATIVE:
SCH VIIIB-2 NARR 13-14 NARRATIVE:
Priority # 02

IT COMPONENT? NO

This issue proposes a \$38,758 reduction in General Revenue (GR) Expense funding.

This reduction is a combination of cost savings based on delaying the replacement of existing furniture and repurposing workstation components in the General Tax Administration (GTA) Program.

GENERAL TAX ADMINISTRATION
REDUCTION IN EXPENSE
EXPENSES

3304030
040000

GENERAL REVENUE FUND -STATE 150,000-
=====

1000 1

AGENCY ISSUE NARRATIVE:
SCH VIIIB-2 NARR 13-14 NARRATIVE:
Priority # 02

IT COMPONENT? NO

This issue proposes a \$150,000 reduction in General Revenue (GR) Expense funding.

This reduction is based on savings achieved in various areas of operations, including postage meter rentals and general office supplies. The amount of the reduction is based on historical expenditure data covering the last four years. The impact for this reduction is minimal for the program.

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES

REVENUE, DEPARTMENT OF		73000000
PGM: GENERAL TAX ADMIN PGM		73400000
TAXPAYER AID		73401100
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
FUND SHIFT		3400000
GENERAL TAX ADMINISTRATION -		
INCREASE IN THE NON-SUFFICIENT		
FUNDS CHARGE - ADD		3400230
SALARIES AND BENEFITS		010000
OPERATING TRUST FUND	-STATE	
	1,000,000	2510 1
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority # 03

This issue proposes statutory changes to increase the State's non-sufficient funds fee (NSF) from the current 5% (minimum \$15, maximum \$150) to 10% (minimum \$30, maximum \$300). Such changes would provide additional revenue that could be retained and appropriated in the Operating Trust Fund in lieu of direct General Revenue appropriation.

Chapter 215.34(2), Florida Statutes (F.S.) provides for a fee of 5% of the face amount of any check, draft or order that is dishonored by the financial institution with a minimum fee of \$15 and a maximum fee of \$150 per item. Proceeds from the fee are deposited into the same fund as the collected item. Current collections from this fee average approximately \$1,300,000 annually, of which \$1,000,000 million is GR. The fee amount has been unchanged for over 18 years, and is below the banking industry standard minimum of \$30.

This proposal increases the fee from the current 5% to 10%, with a minimum amount of \$30 and a maximum of \$300. To implement this strategy, a statutory change would be required. If the necessary law change is made to Ch. 215.34(2), F.S., all state agencies that collect fees or taxes would be impacted, and the increase in total revenues across all agencies would be substantially higher. Alternatively, statutory language could be inserted into Ch. 213. F.S., making this fee amount only applicable to taxes administered by the Department of Revenue.

It is expected that this change would increase total non-sufficient funds fees from the current \$1.3 million annually to \$2.6 million, and would increase the annual contribution to GR from approximately \$1 million to \$2 million. The requested fund shift to the Operating Trust Fund will be supported from the first \$1 million of additional fees collected, with any excess deposited directly into General Revenue. Operationally, there would be little or no impact and minimal SUNTAX programming would be required.

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

REVENUE, DEPARTMENT OF	73000000
PGM: GENERAL TAX ADMIN PGM	73400000
TAXPAYER AID	73401100
GOV OPERATIONS/SUPPORT	16
GOVERNMENTAL OPERATIONS	<u>1601.00.00.00</u>
FUND SHIFT	3400000
GENERAL TAX ADMINISTRATION -	
INCREASE IN THE NON-SUFFICIENT	
FUNDS CHARGE - ADD	3400230

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
	-----	-----	-----	-----	-----	-----	-----
A93 - SCH VIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
OTHER SALARY AMOUNT							
2510 OPERATING TRUST FUND							1,000,000

							1,000,000
							=====

GENERAL TAX ADMINISTRATION -							
INCREASE IN THE NON-SUFFICIENT							
FUNDS CHARGE - DEDUCT							3400240
SALARIES AND BENEFITS							010000
GENERAL REVENUE FUND -STATE		1,000,000-					1000 1
		=====					

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority # 03

This issue proposes statutory changes to increase the State's non-sufficient funds fee (NSF) from the current 5% (minimum \$15, maximum \$150) to 10% (minimum \$30, maximum \$300). Such changes would provide additional revenue that could be retained and appropriated in the Operating Trust Fund in lieu of direct General Revenue appropriation.

Chapter 215.34(2), Florida Statutes (F.S.) provides for a fee of 5% of the face amount of any check, draft or order that is dishonored by the financial institution with a minimum fee of \$15 and a maximum fee of \$150 per item. Proceeds from the fee are deposited into the same fund as the collected item. Current collections from this fee average approximately \$1,300,000 annually, of which \$1,000,000 million is GR. The fee amount has been unchanged for over 18 years, and is below the banking industry standard minimum of \$30.

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
REVENUE, DEPARTMENT OF		73000000
PGM: GENERAL TAX ADMIN PGM		73400000
TAXPAYER AID		73401100
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
FUND SHIFT		3400000
GENERAL TAX ADMINISTRATION - INCREASE IN THE NON-SUFFICIENT FUNDS CHARGE - DEDUCT		3400240

This proposal increases the fee from the current 5% to 10%, with a minimum amount of \$30 and a maximum of \$300. To implement this strategy, a statutory change would be required. If the necessary law change is made to Ch. 215.34(2), F.S., all state agencies that collect fees or taxes would be impacted, and the increase in total revenues across all agencies would be substantially higher. Alternatively, statutory language could be inserted into Ch. 213. F.S., making this fee amount only applicable to taxes administered by the Department of Revenue.

It is expected that this change would increase total non-sufficient funds fees from the current \$1.3 million annually to \$2.6 million, and would increase the annual contribution to GR from approximately \$1 million to \$2 million. The requested fund shift to the Operating Trust Fund will be supported from the first \$1 million of additional fees collected, with any excess deposited directly into General Revenue. Operationally, there would be little or no impact and minimal SUNTAX programming would be required.

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIB-2 REDUCTIONS						
CHANGES TO CURRENTLY AUTHORIZED POSITIONS						
OTHER SALARY AMOUNT						
1000 GENERAL REVENUE FUND						1,000,000-

						1,000,000-
						=====

TOTAL: GOVERNMENTAL OPERATIONS						<u>1601.00.00.00</u>
BY FUND TYPE						
GENERAL REVENUE FUND	1,188,758-					1000
TRUST FUNDS	1,000,000					2000

TOTAL PROG COMP.....	188,758-					=====

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
REVENUE, DEPARTMENT OF		73000000
PGM: GENERAL TAX ADMIN PGM		73400000
COMPLIANCE DETERMINATION		73401200
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
STATE FUNDING REDUCTIONS		3300000
GENERAL TAX ADMINISTRATION -		
CONTRACTED SERVICES REDUCTION		3304010
SPECIAL CATEGORIES		100000
CONTRACTED SERVICES		100777
GENERAL REVENUE FUND	-STATE 27,622-	1000 1
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority # 02

This issue proposes a \$27,622 reduction in Contracted Services.

This proposed reduction relates to the maturity of the SUNTAX system. The need for training specific to the SAP platform has dwindled dramatically over the last few years, and these funds can be reduced with minimal impact to the program.

REDUCE PROTEST INTAKE STAFFING		
WITHIN GENERAL TAX ADMINISTRATION		3304040
SALARY RATE		000000
SALARY RATE.....	76,438-	
	=====	
SALARIES AND BENEFITS		010000
	3.00-	
GENERAL REVENUE FUND	-STATE 123,391-	1000 1
	=====	
TOTAL: REDUCE PROTEST INTAKE STAFFING		3304040
WITHIN GENERAL TAX ADMINISTRATION		
TOTAL POSITIONS.....	3.00-	
TOTAL ISSUE.....	123,391-	
TOTAL SALARY RATE.....	76,438-	
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority # 04

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
REVENUE, DEPARTMENT OF		73000000
PGM: GENERAL TAX ADMIN PGM		73400000
COMPLIANCE DETERMINATION		73401200
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		1601.00.00.00
STATE FUNDING REDUCTIONS		3300000
REDUCE PROTEST INTAKE STAFFING WITHIN GENERAL TAX ADMINISTRATION		3304040

This issue reduces \$123,391 in General Revenue Salaries and Benefits and 3 full time equivalent (FTE) positions that respond to audit and campaign protests.

The General Tax Administration Program (GTA) assumed the duties of audit and discovery protest intake from the Technical Assistance and Dispute Resolution (TADR) Section within the Administrative Services Program in the mid nineteen nineties due to the large percentage of cases requiring audit file revisions prior to TADR disposition. The number of audit cases requiring revisions has dramatically decreased through procedural enhancements and educational efforts. This proposal reduces protest intake staffing from 5 to 2 FTE in GTA and transfers primary intake activities back to TADR. A GTA program position would be designated to continue providing assistance in a support/coordination role for TADR and GTA's dispute resolution process owner. The other resource is currently dedicated to handling reemployment tax (RT) protests regarding audits and blocked claims associated with benefits. These responsibilities would remain within GTA as this resource coordinates protest activities between FDOR's Office of General Counsel and the Department of Economic Opportunity Reemployment Assistance Appeals Commission. This issue would not have a negative impact on services or wait times as the current functions related to the other taxes (e.g. sales and use, corporate, and documentary stamp) have transitioned into a triage process given the reduction of cases needing further review by field operations staff.

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
0709 ADMINISTRATIVE ASSISTANT I N0900 001	3.00-	76,438-		40,334-	116,772-	0.00	116,772-
TOTALS FOR ISSUE BY FUND							
1000 GENERAL REVENUE FUND	3.00-	76,438-		40,334-	116,772-		116,772-

COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

REVENUE, DEPARTMENT OF	73000000
PGM: GENERAL TAX ADMIN PGM	73400000
COMPLIANCE DETERMINATION	73401200
GOV OPERATIONS/SUPPORT	16
GOVERNMENTAL OPERATIONS	<u>1601.00.00.00</u>
STATE FUNDING REDUCTIONS	3300000
REDUCE PROTEST INTAKE STAFFING WITHIN GENERAL TAX ADMINISTRATION	3304040

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS

A93 - SCH VIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
OTHER SALARY AMOUNT							
1000 GENERAL REVENUE FUND							6,619-

							123,391-
							=====

REQUIRE CORPORATE INCOME TAX AND RE-EMPLOYMENT TAX RETURNS MUST BE SUBMITTED ELECTRONICALLY - GENERAL TAX ADMINISTRATION							3304050
SALARY RATE							000000
SALARY RATE.....	279,260-						=====
SALARIES AND BENEFITS							010000
GENERAL REVENUE FUND -STATE	10.00-	451,140-					1000 1
		=====					
TOTAL: REQUIRE CORPORATE INCOME TAX AND RE-EMPLOYMENT TAX RETURNS MUST BE SUBMITTED ELECTRONICALLY - GENERAL TAX ADMINISTRATION							3304050
TOTAL POSITIONS.....	10.00-						
TOTAL ISSUE.....		451,140-					
TOTAL SALARY RATE.....	279,260-						=====

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
		73000000
REVENUE, DEPARTMENT OF		73400000
PGM: GENERAL TAX ADMIN PGM		73401200
COMPLIANCE DETERMINATION		16
GOV OPERATIONS/SUPPORT		1601.00.00.00
GOVERNMENTAL OPERATIONS		3300000
STATE FUNDING REDUCTIONS		
REQUIRE CORPORATE INCOME TAX AND		
RE-EMPLOYMENT TAX RETURNS MUST BE		
SUBMITTED ELECTRONICALLY - GENERAL		
TAX ADMINISTRATION		3304050

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority # 06

This issue reduces a total of \$1,000,000 in General Revenue (GR) Salaries and Benefits funding and 27 full-time equivalent (FTE) positions based on requiring electronic submission of all corporate income tax (CIT) and reemployment tax (RT) returns.

Requiring the electronic submission of CIT and RT returns would allow the General Tax Administration Program (GTA) to more fully utilize its electronic return processing capabilities, thereby, reducing the FTE requirement associated with paper processing of CIT and RT returns. The program would no longer accept alternative paper forms which require manual processing. The electronic submission of these returns should result in improved filing accuracy due to the built in edit checks of the system.

To accommodate customers with limited or no internet access, the waiver process would be used to allow such users to be exempted from the electronic submission requirement. This issue will require review of sections 213.05, 213.755, 220.21 and 443.163, Florida Statutes, and any necessary changes will be proposed.

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
1701 REVENUE SPECIALIST III							
N9500 001	10.00-	279,260-		137,589-	416,849-	0.00	416,849-

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

REVENUE, DEPARTMENT OF	73000000
PGM: GENERAL TAX ADMIN PGM	73400000
COMPLIANCE DETERMINATION	73401200
GOV OPERATIONS/SUPPORT	16
GOVERNMENTAL OPERATIONS	<u>1601.00.00.00</u>
STATE FUNDING REDUCTIONS	3300000
REQUIRE CORPORATE INCOME TAX AND RE-EMPLOYMENT TAX RETURNS MUST BE SUBMITTED ELECTRONICALLY - GENERAL TAX ADMINISTRATION	3304050

POSITION DETAIL OF SALARIES AND BENEFITS:

	FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
	-----	-----	-----	-----	-----	-----	-----
A93 - SCH VIIIB-2 REDUCTIONS							
CHANGES TO CURRENTLY AUTHORIZED POSITIONS							
TOTALS FOR ISSUE BY FUND							
1000 GENERAL REVENUE FUND							416,849-
	-----	-----	-----	-----	-----	-----	-----
	10.00-	279,260-		137,589-	416,849-		416,849-
	=====	=====	=====	=====	=====		=====
OTHER SALARY AMOUNT							
1000 GENERAL REVENUE FUND							34,291-

							451,140-
							=====

GENERAL TAX ADMINISTRATION - STOP	
MAILING TAX INFORMATION	
PUBLICATIONS TO TAXPAYERS	3304060
SPECIAL CATEGORIES	100000
CONTRACTED SERVICES	100777
GENERAL REVENUE FUND -STATE	
	25,000-
	=====
	1000 1

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority # 09

COL A93		
SCH VIIIB-2		
REDUCTIONS		
POS	AMOUNT	CODES
REVENUE, DEPARTMENT OF		73000000
PGM: GENERAL TAX ADMIN PGM		73400000
COMPLIANCE DETERMINATION		73401200
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		1601.00.00.00
STATE FUNDING REDUCTIONS		3300000
GENERAL TAX ADMINISTRATION - STOP		
MAILING TAX INFORMATION		
PUBLICATIONS TO TAXPAYERS		3304060

This issue reduces \$25,000 in General Revenue (GR) Contracted Services funding and \$515,000 GR Expense based on discontinuing printing and mailing Tax Information Publications (TIPS).

Approximately 1.3 million TIPS are mailed annually by the General Tax Administration Program (GTA). The information is currently posted on the Department's internet site along with electronic notifications that are sent directly to subscribers opting to receive these updates. This concept is in line with expanding self-service for taxpayers and moving towards a paperless environment. It is expected that this proposal will have a minimal impact on customers, since the majority of TIPS recipients are businesses that have internet access.

FUND SHIFT		3400000
GENERAL TAX ADMINISTRATION -		
COMMUNICATIONS SERVICES TAX		
REDUCTION AND CAP IN COLLECTION		
ALLOWANCE - ADD		3400250
SALARIES AND BENEFITS		010000
OPERATING TRUST FUND	-STATE 6,200,000	2510 1
	=====	

AGENCY ISSUE NARRATIVE:
 SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority # 15

IT COMPONENT? NO

This issue proposes statutory changes to reduce the collection allowance for the Communications Services Tax to a uniform .25%, and establish a standard maximum collection allowance of \$1,000. Such changes would provide additional revenue that could be retained and appropriated in the Operating Trust Fund in lieu of direct General Revenue appropriation.

The Florida Legislature enacted the 2000 Communications Services Tax Simplification Law in part to meet the need for greater administrative efficiency in the taxation of communications services. Prior to the law, communications services were subject to as many as seven different taxes and fees imposed and administered to varying degrees by 404 municipalities, 67 counties, and the state. Currently, a collection allowance of 0.75% is allowed if the communications services provider notifies the Department that they are using a qualified database or other approved method to assign their customers' addresses to one specific local taxing jurisdiction (also referred to as situs). All others are allowed a 0.25% collection allowance.

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
REVENUE, DEPARTMENT OF		73000000
PGM: GENERAL TAX ADMIN PGM		73400000
COMPLIANCE DETERMINATION		73401200
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		1601.00.00.00
FUND SHIFT		3400000
GENERAL TAX ADMINISTRATION -		
COMMUNICATIONS SERVICES TAX		
REDUCTION AND CAP IN COLLECTION		
ALLOWANCE - ADD		3400250

Since the imposition of the tax, the department has found that multi-jurisdictional service providers (taxpayers) have been unable to provide situsing data for a given audit period, thus creating the potential for taxes collected not being accurately distributed to local jurisdictions. Since the purpose of the collection allowance was primarily intended to defray the costs associated with maintaining a qualified database with complete and accurate records, it is recommended the collection allowance be reduced to 0.25% for all tax filers with a maximum allowable collection allowance of \$1,000.

The estimated collection allowances taken annually by taxpayers are \$15.5 million. Reduction of this allowance to 0.25% with a maximum of \$1,000 would reduce the collection allowance taken by \$14.5 million to \$1.0 million. If this issue is adopted, General Revenue (GR), Public Education Capital Outlay (PECO), and local governments would benefit financially. An estimated increase of \$6.2 million in GR, \$2.8 million in PECO, and \$5.4 million for local governments could be realized if the allowance was reduced as proposed. This would allow for the deposit of \$6.2 million annually into GTA's Operating Trust Fund to offset GR funding.

Changes to section 202.28, F.S., would be required to implement this proposal.

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
A93 - SCH VIIIB-2 REDUCTIONS						
CHANGES TO CURRENTLY AUTHORIZED POSITIONS						
OTHER SALARY AMOUNT						
2510 OPERATING TRUST FUND						6,200,000

						6,200,000
						=====

COL A93			
SCH VIIIB-2			
REDUCTIONS			
POS	AMOUNT		CODES
			73000000
REVENUE, DEPARTMENT OF			73400000
PGM: GENERAL TAX ADMIN PGM			73401200
COMPLIANCE DETERMINATION			16
GOV OPERATIONS/SUPPORT			1601.00.00.00
GOVERNMENTAL OPERATIONS			3400000
FUND SHIFT			
GENERAL TAX ADMINISTRATION -			
COMMUNICATIONS SERVICES TAX			
REDUCTION AND CAP IN COLLECTION			
ALLOWANCE - DEDUCT		3400260	
SALARIES AND BENEFITS		010000	
GENERAL REVENUE FUND	-STATE	6,200,000-	1000 1
		=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority # 15

IT COMPONENT? NO

This issue proposes statutory changes to reduce the collection allowance for the Communications Services Tax to a uniform .25%, and establish a standard maximum collection allowance of \$1,000. Such changes would provide additional revenue that could be retained and appropriated in the Operating Trust Fund in lieu of direct General Revenue appropriation.

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Since the imposition of the tax, the department has found that multi-jurisdictional service providers (taxpayers) have been unable to provide situsing data for a given audit period, thus creating the potential for taxes collected not being accurately distributed to local jurisdictions. Since the purpose of the collection allowance was primarily intended to defray the costs associated with maintaining a qualified database with complete and accurate records, it is recommended the collection allowance be reduced to 0.25% for all tax filers with a maximum allowable collection allowance of \$1,000.

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Changes to section 202.28, F.S., would be required to implement this proposal.

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

REVENUE, DEPARTMENT OF	73000000
PGM: GENERAL TAX ADMIN PGM	73400000
COMPLIANCE DETERMINATION	73401200
GOV OPERATIONS/SUPPORT	16
GOVERNMENTAL OPERATIONS	<u>1601.00.00.00</u>
FUND SHIFT	3400000
GENERAL TAX ADMINISTRATION -	
COMMUNICATIONS SERVICES TAX	
REDUCTION AND CAP IN COLLECTION	
ALLOWANCE - DEDUCT	3400260

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS

A93 - SCH VIIIB-2 REDUCTIONS

CHANGES TO CURRENTLY AUTHORIZED POSITIONS
 OTHER SALARY AMOUNT
 1000 GENERAL REVENUE FUND

6,200,000-

 6,200,000-
 =====

TOTAL: GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
BY FUND TYPE		
GENERAL REVENUE FUND	6,827,153-	1000
TRUST FUNDS	6,200,000	2000

TOTAL POSITIONS.....	13.00-	
TOTAL PROG COMP.....	627,153-	
TOTAL SALARY RATE.....	355,698-	
	=====	

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT CODES

REVENUE, DEPARTMENT OF			73000000
PGM: GENERAL TAX ADMIN PGM			73400000
COMPLIANCE RESOLUTION			73401300
GOV OPERATIONS/SUPPORT			16
GOVERNMENTAL OPERATIONS			<u>1601.00.00.00</u>
STATE FUNDING REDUCTIONS			3300000
GENERAL TAX ADMINISTRATION - STOP			
MAILING TAX INFORMATION			
PUBLICATIONS TO TAXPAYERS			3304060
EXPENSES			040000
GENERAL REVENUE FUND	-STATE	515,000-	1000 1
		=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority # 09

This issue reduces \$25,000 in General Revenue (GR) Contracted Services funding and \$515,000 GR Expense based on discontinuing printing and mailing Tax Information Publications (TIPS).

Approximately 1.3 million TIPS are mailed annually by the General Tax Administration Program (GTA). The information is currently posted on the Department's internet site along with electronic notifications that are sent directly to subscribers opting to receive these updates. This concept is in line with expanding self-service for taxpayers and moving towards a paperless environment. It is expected that this proposal will have a minimal impact on customers, since the majority of TIPS recipients are businesses that have internet access.

FUND SHIFT			3400000
INCREASE THE MINIMUM ADMINISTRATIVE			
COLLECTION PROCESSING FEE - ADD			3403550
SALARIES AND BENEFITS			010000
OPERATING TRUST FUND	-STATE	6,500,000	2510 1
		=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE: IT COMPONENT? NO
 Priority # 14

This issue proposes statutory changes to increase the minimum Administrative Collection Processing (ACP) Fee that was enacted during the 2009 legislative session from 10% to 20%, effective July 1, 2013. Such changes would provide additional revenue that could be retained and appropriated in the Operating Trust Fund in lieu of direct General Revenue appropriation.

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

REVENUE, DEPARTMENT OF	73000000
PGM: GENERAL TAX ADMIN PGM	73400000
COMPLIANCE RESOLUTION	73401300
GOV OPERATIONS/SUPPORT	16
GOVERNMENTAL OPERATIONS	<u>1601.00.00.00</u>
FUND SHIFT	3400000
INCREASE THE MINIMUM ADMINISTRATIVE	
COLLECTION PROCESSING FEE - ADD	3403550

The Department was authorized by section 213.24, Florida Statutes (F.S.) to impose a 10% administrative collection processing fee on outstanding debt older than 90 days on all taxes or fees that the Department administers as provided in s. 213.05, F.S. Specifically, the fee is equal to 10% of the total amount of tax, penalty, and interest owed or \$10 for each collection event, whichever is greater. A collection event is defined in s. 213.24(3), F.S. as any time a taxpayer fails to timely file a complete return; timely pay the full amount of tax reported on a return; or timely pay the full amount due resulting from an audit after all appeal rights have expired or the result has been finally determined. Collection of this fee began September 1, 2009.

Cash receipts related to the ACP Fee for Fiscal Year 2011-2012 were \$7,303,550. \$6,200,000 in current Operating Trust Fund budget authority is supported by the fees. Cash receipts in excess of \$6,200,000 are transferred to GR.

The requested increase in the administrative collection processing fee would allow the proposed fund shift from GR and enable the General Tax Administration Program to be less reliant on direct GR appropriation. Additional analysis will be necessary to determine the long term sustainability of cash flows from the fee.

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
-----	-----	-----	-----	-----	-----	-----
A93 - SCH VIIIB-2 REDUCTIONS						
CHANGES TO CURRENTLY AUTHORIZED POSITIONS						
OTHER SALARY AMOUNT						
2510 OPERATING TRUST FUND						6,500,000

						6,500,000
						=====

COL A93 SCH VIIIB-2 REDUCTIONS		CODES
POS	AMOUNT	
REVENUE, DEPARTMENT OF		73000000
PGM: GENERAL TAX ADMIN PGM		73400000
COMPLIANCE RESOLUTION		73401300
GOV OPERATIONS/SUPPORT		16
GOVERNMENTAL OPERATIONS		<u>1601.00.00.00</u>
FUND SHIFT		3400000
INCREASE THE MINIMUM ADMINISTRATIVE		
COLLECTION PROCESSING FEE - DEDUCT		3403560
SALARIES AND BENEFITS		010000
GENERAL REVENUE FUND	-STATE 6,500,000-	1000 1
	=====	

AGENCY ISSUE NARRATIVE:

SCH VIIIB-2 NARR 13-14 NARRATIVE:
 Priority # 14

IT COMPONENT? NO

This issue proposes statutory changes to increase the minimum Administrative Collection Processing (ACP) Fee that was enacted during the 2009 legislative session from 10% to 20%, effective July 1, 2013. Such changes would provide additional revenue that could be retained and appropriated in the Operating Trust Fund in lieu of direct General Revenue appropriation.

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The requested increase in the administrative collection processing fee would allow the proposed fund shift from GR and enable the General Tax Administration Program to be less reliant on direct GR appropriation. Additional analysis will be necessary to determine the long term sustainability of cash flows from the fee.

 COL A93
 SCH VIIIB-2
 REDUCTIONS
 POS AMOUNT

REVENUE, DEPARTMENT OF	73000000
PGM: GENERAL TAX ADMIN PGM	73400000
COMPLIANCE RESOLUTION	73401300
GOV OPERATIONS/SUPPORT	16
GOVERNMENTAL OPERATIONS	<u>1601.00.00.00</u>
FUND SHIFT	3400000
INCREASE THE MINIMUM ADMINISTRATIVE	
COLLECTION PROCESSING FEE - DEDUCT	3403560

POSITION DETAIL OF SALARIES AND BENEFITS:

FTE	BASE RATE	ADDITIVES	BENEFITS	SUBTOTAL	LAPSE %	LAPSED SALARIES AND BENEFITS
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A93 - SCH VIIIB-2 REDUCTIONS

CHANGES TO CURRENTLY AUTHORIZED POSITIONS
 OTHER SALARY AMOUNT
 1000 GENERAL REVENUE FUND

6,500,000-

 6,500,000-
 =====

 TOTAL: GOVERNMENTAL OPERATIONS

1601.00.00.00

BY FUND TYPE
 GENERAL REVENUE FUND 7,015,000-
 TRUST FUNDS 6,500,000

 TOTAL PROG COMP..... 515,000-
 =====

1000
 2000